

**William D. Ford Direct SUBSIDIZED Loan and William D. Ford Direct UNSUBSIDIZED Loan**—These are loans that are in the student's name. The yearly maximum amounts effective July 1, 2009 are as follows:

Freshmen--\$5500 (no more than \$3500 subsidized and \$2000 UNsubsidized combined)

Sophomore--\$6500 (no more than \$4500 subsidized and \$2000 UNsubsidized combined) (can not receive over the sophomore limit if in an Associate Degree program)

Junior & Senior--\$7500 (no more than \$5500 subsidized and \$2000 UNsubsidized combined)

No interest accumulates on the Subsidized Loans while the student is in school. Repayment begins 6 months after the student leaves school or drops below half time hours. Subsidized loans received for the 09-10 school year have a 5.6% fixed interest rate for the life of the loan.

Interest accumulates on the UNsubsidized Loans while the student is in school. Repayment on principle and any accrued interest begins 6 months after the student leaves school or drops below half time hours. Unsubsidized Loans received for the 09-10 school year have a fixed interest rate of 6.8% for the life of the loan.

**IF A "DEPENDENT" STUDENT NEEDS MORE LOAN MONEY, OTHER OPTIONS ARE AS FOLLOWS:**

**Parent Loan**-- This is a loan for which the parent applies on behalf of the student. A Parent Loan received for the 2009-10 school year has a fixed interest rate of 7.9% for the life of the loan. If the parent is not approved for this loan, the student can receive "additional" unsubsidized loan as described below.

If approved, there are 2 repayment options for the parent while the student is in school:

1. The parent may choose to make payments on the loan while the student is in school , **OR**
2. The parent may choose to defer payments until the student ceases to be enrolled at least half time. Accrued interest could either be paid by the parent borrower monthly or quarterly, or be capitalized quarterly.

Parents may view more information, and print a Parent Loan Application from the GSC website, complete and send to the Financial Aid Office.

**"Additional" Unsubsidized Loan**--This loan can be received by the dependent student if a parent loan is denied **OR** if a **Parent Loan Override Form** is completed and approved. The **Parent Loan Override** is used to *bypass the Parent Loan*. The Override Form provides the monthly debt and income for the parent(s). The Financial Aid Office calculates the debt to income ratio, and determines if the override is approved. If so, the maximum amounts for the "Additional" Unsubsidized Loans are \$4000 for freshmen and sophomores and \$5000 for juniors and seniors and depends on personal eligibility. Interest accumulates on the UNsubsidized Loans while the student is in school. Repayment on principle and any accrued interest begins 6 months after the student leaves school or drops below half time hours. Unsubsidized Loans received for the 09-10 school year have a fixed interest rate of 6.8% for the life of the loan. **[Dependent students with a FAFSA EFC (expected family contribution) over 5000 will be required to submit a Parent Loan Application rather than the Parent Loan Override Form.]**

\*NOTE--Student may receive either the Parent Loan OR the "Additional" Unsubsidized Loan, but not both.

**IF AN "INDEPENDENT" STUDENT NEEDS MORE LOAN MONEY**

**"Additional" Unsubsidized Loan**--The maximum amounts for the "Additional" Unsubsidized Loans are \$4000 for freshmen and sophomores and \$5000 for juniors and seniors and depends on personal eligibility. Repayment on principle and any accrued interest begins 6 months after the student leaves school or drops below half time hours. Unsubsidized Loans received for the 09-10 school year have a fixed interest rate of 6.8% for the life of the loan. Students may apply for this loan by written request to the Financial Aid Office.

**ANY STUDENT MAY APPLY FOR THE ALTERNATIVE PRIVATE LOAN**--In addition to, or instead of, the Parent Loan or "Additional" Unsubsidized Loan, a student may apply for an Alternative Private Loan, if eligible. This is a variable (changing) interest rate loan through a Private Lender (bank). The interest rate is at least 2% higher (and can eventually increase) on these loans than that of the Unsubsidized Loans through the school, and interest accumulates while the student is in school. A separate application with the lender is required for these loans and can be applied for by telephone or on-line on the lender websites. You may use the lender of your choice, and a list of some of the lenders is included on the Glennville website.

**MORE INFORMATION ON ALL OF THE LOANS CAN BE FOUND ON OUR WEBSITE AT: [WWW.GLENNVILLE.EDU](http://WWW.GLENNVILLE.EDU)**

**\*\*In addition to, or instead of, the above options, a payment plan may be made for a remaining balance owed by contacting the GSC Cashier's Office at 462-4104 OR Tuition Managements Systems (third party servicer) at 1-888-713-7234 or [www.afford.com/options](http://www.afford.com/options)**